

NARBHA
STATEMENT OF FINANCIAL POSITION
AS OF: September 30, 2007

ASSETS

CURRENT ASSETS

101 Cash (Disclose on Schedule A)	\$14,603,679
102 Current Investments	
103 Accounts Receivable (net) (Disclose on Schedule A)	\$5,133,360
104 Notes Receivable (current portion)	\$1,606,711
105 Prepaid Expenses	\$200,151
106 Other Current Assets (Disclose on Schedule A)	\$4,255
107 Total Current Assets	\$21,548,156

NON-CURRENT ASSETS

108 Land	1,246,192
109 Building	3,431,747
110 Leasehold Improvements	-
111 Furniture and Equipment	1,886,669
112 Vehicles	261,899
113 Total Property and Equipment	\$6,826,507
114 Less: Accumulated Depreciation	2,091,464
115 Net Property and Equipment	\$4,735,043
116 Notes Receivable (net of current portion)	\$0
117 Performance Bond (Disclose on Schedule A)	
118 Long Term Investments	
119 Deposits	
120 Other Noncurrent Assets (Disclose on Schedule A)	-
121 Total Noncurrent Assets	\$4,735,043
122 TOTAL ASSETS	\$26,283,199

LIABILITIES AND NET ASSETS/EQUITY

CURRENT LIABILITIES

201 Incurred But Not Reported Claims (Disclose on Sch. A)	\$433,657
202 Reported But Unpaid Claims	-
203 Payable to ADHS (Disclose on Schedule A)	\$1,567,868
204 Other Amounts Payable to Providers	4,195,080
205 Trade Accounts Payable	293,443
206 Accrued Salaries and Benefits	416,984
207 Long-term Debt (current portion)	141,216
208 Deferred Revenue (Disclose on Schedule A)	\$116,044
209 Risk Pool Payable	
210 Other Current Liabilities (Disclose on Schedule A)	\$155,465
211 Total Current Liabilities	\$7,319,757

NON-CURRENT LIABILITIES

212 Long-term debt (net of current portion)	1,923,051
213 Loss Contingencies (Disclosed on Schedule A)	\$0
214 Other Noncurrent Liabilities (Disclose on Schedule A)	\$0
215 Total Noncurrent Liabilities	\$1,923,051
216 TOTAL LIABILITIES	\$9,242,808
217 NET ASSETS/EQUITY	
Unrestricted Net Assets	17,040,391
Restricted Net Assets (Disclose on Schedule A)	\$0

218 TOTAL LIABILITIES AND NET ASSETS/EQUITY	\$26,283,199
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NARBHA
STATEMENT OF FINANCIAL POSITION
AS OF: September 30, 2007
Schedule A Disclosures

ASSETS:

Cash

	Unrestricted	14,603,679
	Restricted	
Total Cash		<u><u>\$14,603,679</u></u>

Accounts Receivable

ADHS

	Program ID	Category ID	
Current Year			
	TXIX Child		\$1,226,069
	TXIX CMDP		607,164
	TXXI Child		45,576
	NTXIX/XXI Child		(38,517)
	NTXIX/XXI Child	CMHS-Coaching&Training	31,580
	TXIX SMI		864,931
	NTXIX/XXI SMI		892,354
	HIFA II SMI		(6,574)
	TXXI Adult		1,045
	TXIX GMHSA		649,288
	HIFA II GMH		3,316
	Substance Abuse		168,262
	Substance Abuse	Rural Detox	278,046
	Prevention Intervention		21,029
	ADHS DOC	COOL	38,719
	TXIX DD Child		(4,979)
	TXIX DD Adult		(4,963)
	Other	Paper Reduction	7,704
Prior Year			
	TXIX SMI	MMA Claim Reimb	63,263
	TXIX GMHSA	MMA Claim Reimb	24,962

Non-ADHS &/or Unrelated Business

Current Year			
	Billings to SAA		53,383
	Miscellaneous receivables		\$211,702
			-
Prior Year			

Allowance for Doubtful Accounts

Total Accounts Receivable	<u><u>\$5,133,360</u></u>
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Other Current Assets (Detail of Line 106)

	ST. Comp Deposit	\$4,255
Total Other Current Assets		<u><u>\$4,255</u></u>

Other Noncurrent Assets (Detail of Line 120)

Total Other Noncurrent Assets	<u><u>-</u></u>
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PERFORMANCE BOND:

Met with a surety bond purchased from Fidelity and Deposit Company of Maryland in the amount of \$1,000,000 and an irrevocable letter of credit from Compass Bank in the amount of \$8,320,999

Adjustments:

Payables to ADHS - Other* Category

Disclose items recorded as "Other" in the category for Payable to ADHS Section

Explain ≥10% fluctuation in account from prior period

Increase in Acct. Receivable is due to ADHS not paying the increased cap rate for 3 mos.
Increase in Payable to Prov due to timing of payments made
Increase in Accounts Payable due to timing of payments at month end

LIABILITIES:

IBNR Claims Estimate

Current Year	
FY 08	\$346,100
Prior Year(s)	
FY 07	87,557

Total IBNR

\$433,657

Payable to ADHS (Detail of Line 203)

	Program ID	Category ID	
Current Year			
Prior Year			
	NTXIX/XXI SMI	Other*	\$462
	TXIX Child	Withhold	\$363,435
	TXIX CMDP	Withhold	\$365,763
	TXIX DD Child	Withhold	\$71,697
	TXIX SMI	Withhold	\$766,511
Total Payable to ADHS			<u><u>\$1,567,868</u></u>

Deferred Revenue from: (Detail of Line 208)

	Program ID	Category ID	
ADHS			
Current Year			\$0
Prior Year			
	HB2003 Child	Coaching & Training	\$15,395
	NTXIX/XXI Child	Flex funds	78,906
	Substance Abuse	Flex Funds	21,743

Non-ADHS &/or Unrelated Business

Current Year			
	Other		
Prior Year			

Total Deferred Revenue

\$116,044

Other Current Liabilities (Detail of Line 210)

	Reserve for Dental & FSA claims	\$66,811
	Payable to BHIP	88,654
Total Other Current Liabilities		<u><u>\$155,465</u></u>

Loss Contingencies (Detail of Line 213)

	Identify Loss Contingencies	
Total Loss Contingencies		<u><u>\$0</u></u>

Other Noncurrent Liabilities (Detail of Line 214)

	Identify Other Noncurrent Liabilities	
Total Other Noncurrent Liabilities		<u><u>\$0</u></u>

Restricted Net Assets (Detail of Line 217)

	Identify Restricted Net Assets	
Total Restricted Net Assets		<u><u>\$0</u></u>

*other Category - SMI Housing

NARBHA

STATEMENT OF CHANGES IN NET ASSETS / EQUITY

AS OF : September 30, 2007

		Net Assets /	
		Retained	
Initial Capital	Additional Capital	Earnings	Total
Beginning Balance:	July 1, 2007	16,479,618	16,479,618
* Net Surplus / Net Earning for the period ended:	September 30, 2007	560,773	560,773
Dividends Declared			-
** Prior Period Adjustments			-
Ending Balance:	September 30, 2007		-
\$	-	\$	-
\$	-	\$	17,040,391
\$	-	\$	17,040,391

* Net of dividends declared

** Disclosure of Prior Period Adjustments

September 30, 2007

		TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	ADMIN & MGMT/GEN	TOTAL
401	Revenue Under ADHS Contract																							
a	ADHS Revenue	5,617,899	3,214,407	497,278	395,547	343,194	1,968	9,028,423	497,827	2,407,416	47,826	8,860	37,997	5,820,688	45,731	80,219	1,376,535	240,290	0	38,719	7,704	29,708,528	0	29,708,528
b	ADHS Revenue - Qualifying Incentive Payments																					0	0	
402	Specialty & Other Grants*																							
403	Client Fees (Co-pays)																				4,324	4,324	0	4,324
404	Third Party Recoveries																							
a	Medicare																					0	0	0
b	Other Insurance																					0	0	0
405	Interest Income																					0	190,637	190,637
406	Other Funding Sources - Non ADHS*																				0	0	20,856	20,856
407	Unrelated Business Activities*															0	0	0				0	110,360	110,360
408	TOTAL REVENUE	5,617,899	3,214,407	497,278	395,547	343,194	1,968	9,028,423	497,827	2,407,416	47,826	8,860	37,997	5,820,688	45,731	80,219	1,376,535	240,290	0	38,719	12,028	29,712,852	321,853	30,034,705

Treatment Services																			
a	Counseling																		
1	Counseling, Individual	381,787	178,243	13,776	19,582	27,763	254,687	6,144	33,253	3,226	1,292	5,383	301,562	1,943	1,313	29,271		1,259,224	1,259,224
2	Counseling, Family	281,130	119,366	14,446	9,966	20,246	19,137	2,142	2,374	0	0	193	18,557	0	53	986		488,596	488,596
3	Counseling, Group	73,087	33,638	2,047	7,776	12,645	5,298	12,845	15,967	340	0	0	268,352	2,252	0	144	107,567	630,548	630,548
b	Consultation, Assessment & Specialized Testing	258,438	62,242	19,711	61,236	16,365	44,138	14,547	44,138	0	1,719	2,883	331,990	4,855	7,020	99,151		1,158,449	1,158,449
c	Other Professional	0	0	0	8,081	0	0	0	0	0	0	0	0	0	0	4,316		12,397	12,397
d	Total Treatment Services	994,442	393,489	49,980	106,641	69,672	0	620,822	24,068	95,732	3,566	3,011	8,458	920,461	9,050	8,530	241,291	0	3,549,214
502	Rehabilitation Services																	0	3,549,214
a	Living Skills Training	325,905	76,892	52,834	9,100	14,617	308,888	32,250	15,134	0	0	0	71,443	120	194	31,754		939,131	939,131
b	Cognitive Rehabilitation	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0		0	0
c	Health Promotion	7,395	1,602	0	532	136	48,851	301	4,782	0	0	35	58,527	817	5	50,498		173,480	173,480
d	Supported Employment Services	1,691	0	0	0	0	78,453	3,558	8,893	0	0	0	10,673	0	2	185		103,455	103,455
e	Total Rehabilitation Services	334,991	78,494	52,834	9,632	14,753	0	436,192	36,109	28,809	0	0	35	140,643	937	201	82,438	0	1,216,066
503	Medical Services																	0	1,216,066
a	Medication Services	0	0	0	0	0	69,432	1,868	2,321	6,360	0	1,113	313,313	0	0	408,437		408,437	408,437
b	Medical Management	239,505	31,176	21,546	8,724	15,108	351,232	22,000	39,934	5,383	995	3,325	242,646	5,286	1,116	12,955		1,000,931	1,000,931
c	Laboratory, Radiology & Medical Imagin	8,634	370	635	147	549	11,451	453	1,699	0	0	296	10,935	243	42	36,054		36,054	36,054
d	Electro-Convulsive Therapy	0	0	0	0	0	1,033	0	174	0	0	0	0	0	0	0		1,207	1,207
e	Total Medical Services	248,139	31,546	22,181	8,871	15,657	0	433,149	24,322	44,128	11,743	995	4,734	566,895	5,529	1,157	27,584	0	1,446,629
504	Support Services																	0	1,446,629
a	Case Management	1,419,318	1,026,204	154,288	97,688	85,921	2,105,335	102,251	235,421	12,469	2,449	11,371	1,012,781	10,718	6,193	125,646		6,408,054	6,408,054
b	Personal Assistance	15,505	3,378	0	0	0	60,352	2,772	2,421	0	0	0	3,064	0	15	0		87,507	87,507
c	Family Support	66,717	47,959	1,306	478	0	568	239	0	0	0	5,529	0	0	613	133,261		133,261	133,261
d	Peer Support	0	0	203	0	0	160,119	5,755	10,916	0	0	0	53,079	0	51	258,710		258,710	258,710
e	Therapeutic Foster Care Services	79,840	398,748	0	3,036	660	0	0											

NARBHA
STATEMENT OF ACTIVITIES
YEAR TO DATE AS OF:

September 30, 2007

*DISCLOSE ON SCHEDULE A

	TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN & MGMT/GEN	TOTAL
Administrative Expenses:																							
601 Salaries	208,938	117,243	24,893	16,695	12,884	0	314,005	16,467	82,170	1,520	385	1,136	210,591	1,414	2,098	53,736	13,980	0	7,568	0	1,085,723	0	1,085,723
602 Employee Benefits	61,729	35,139	6,715	4,894	3,804	0	93,839	4,940	24,549	457	112	343	62,712	426	621	16,445	4,096	0	2,421	0	323,242	0	323,242
603 Professional & Outside Services	13,553	7,753	1,206	2,323	833	0	21,699	1,203	5,688	116	22	92	14,057	109	128	2,715	2,014	0	215	7,126	80,852	0	80,852
604 Travel	5,341	2,852	803	716	331	0	7,861	400	2,071	35	9	27	5,490	33	57	2,435	848	0	729	0	30,038	0	30,038
605 Occupancy	16,634	9,526	1,475	1,133	1,019	0	26,621	1,473	6,962	142	27	112	17,245	134	156	3,322	742	0	264	0	86,987	0	86,987
606 Depreciation	14,978	8,574	1,330	1,156	916	0	24,144	1,327	6,274	127	24	99	15,523	119	143	3,004	682	0	236	0	78,656	0	78,656
607 All Other Operating*	39,435	22,644	3,583	2,867	2,414	0	62,680	3,434	16,373	325	68	249	40,495	304	381	19,997	2,709	0	820	578	219,356	0	219,356
608 Subtotal ADHS Administrative Expenses	360,608	203,731	40,005	29,784	22,201	0	550,849	29,244	144,087	2,722	647	2,058	366,113	2,539	3,584	101,654	25,071	0	12,253	7,704	1,904,854	0	1,904,854
650 Non ADHS Administrative Expenses*	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	640	640	45,528	46,168
651 Unrelated Admin. Expense*	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	46,906	46,906
652 Subtotal Administrative Expense	360,608	203,731	40,005	29,784	22,201	0	550,849	29,244	144,087	2,722	647	2,058	366,113	2,539	3,584	101,654	25,071	0	12,253	8,344	1,905,494	92,434	1,997,928
701 Unrelated Business Expenses*															0	0	0				0	0	0
790 Income Tax Provisions																							
a ADHS Income Tax Provision																						0	0
b Non ADHS Income Tax Provision																						0	0
799 Subtotal Income Tax Provision	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
800 TOTAL EXPENSES	5,550,667	3,178,756	498,557	401,958	338,441	1,820	8,877,183	486,110	2,355,400	46,726	8,581	36,925	5,734,888	44,601	79,621	1,395,585	283,208	0	50,206	12,271	29,381,498	92,434	29,473,932
801 INC(DEC) IN NET ASSETS/EQUITY	67,232	35,651	(1,279)	(6,411)	4,753	148	151,240	11,717	52,016	1,100	279	1,072	85,800	1,130	598	(19,050)	(42,918)	0	(11,487)	(243)	331,354	229,419	560,773

*Disclose on Schedule A

September 30, 2007

[illegible]

	TXIX CHILD	TXIX CMDP	TXIX DD CHILD	NTXIX/XXI CHILD	TXXI CHILD	HB2003 CHILD	TXIX SMI	TXIX DD ADULT	NTXIX/XXI SMI	HIFA II SMI	TXXI ADULT	SSDI - TMC	TXIX GMHSA	HIFA II GMH	MENTAL HEALTH	SUBSTANCE ABUSE	PREVENTION INTERVENTION	PASRR	ADHS DOC	OTHER	SUB TOTAL	PROGRAM ADMIN/MGMT/ GEN	TOTAL
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ADJUSTMENTS
(Disclose and describe any adjustments to previously submitted financial statements including those that affect the current financial statements)

Disclosures:

Analysis:
(Compare prior quarter activity to current quarter activity for each column [program] and each row major category of service.)

NARBHA**STATEMENT OF CASH FLOWS****YEAR TO DATE FOR PERIOD ENDED:**

September 30, 2007

CASH FLOWS FROM OPERATING ACTIVITIES:

Changes in Net Assets	560,773
Adjustments to Reconcile Excess of Revenue Over/(Under) Expenses to Net Cash Provided (Used) by Operating Activities:	
Depreciation and Amortization	85,399
Changes in Operating Assets and Liabilities	
(Increases)/Decreases in Assets:	
Current Investments	
Receivables	(2,745,456)
Inventory & Prepaid Expenses	28,238
Interest Receivable	
Deposits	-
Other	-
Increases/(Decreases) in Liabilities:	
IBNR	(5,343)
RBUC	
Accounts Payable to ADHS	-
Accounts Payable to Providers	2,081,594
Interest Payable	-
Trade Accounts Payable	(103,800)
Accrued Salaries & Benefits	(90,252)
Unearned Revenue	(1,968)
Other Current Liabilities	(46,014)

NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<hr/> (236,829)
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CASH FLOWS FROM INVESTING ACTIVITIES

Proceeds from Sale of Property & Equipment	-
Purchases of Property & Equipment	(268,801)
Proceeds from Sales of Investments	-
Purchase of Investments	-

NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	<hr/> (268,801)
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CASH FLOWS FROM FINANCING ACTIVITIES:

Acquisition of Debt (Describe on Schedule A)	-
Payment of Lease Obligations	(2,836)
Payment of Other Debts (Describe on Schedule A)	(32,530)

NET CASH PROVIDED (USED) BY FINANCING ACTIVITIES	<hr/> (35,366)
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NET INCREASE/(DECREASE) IN CASH	(540,996)
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BEGINNING CASH	<hr/> \$15,144,675
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ENDING CASH BALANCE *	<hr/> <hr/> 14,603,679
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***NOTE: ENDING CASH BALANCE MUST AGREE WITH TOTAL CASH BALANCE ON BALANCE SHEET**

NARBHA**STATEMENT OF CASH FLOWS****YEAR TO DATE FOR PERIOD ENDED:**

September 30, 2007

Schedule A Disclosure**Describe:**

1. Sources and amounts of cash received for other grants.

DES/RSA Grant	\$	3,342
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2. Underlying transactions for acquisition of debt.

(Debtor, amount, purpose of loan, term, interest rate of debt acquired during the quarter.)

3. Underlying transactions for retirement of debt.

(Debtor, amount paid off.)

4. Cash Flows From Financing Activities - Payment of Other Debt

Xerox - payments of leases	\$	2,836
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Compass Bank - payment of mortgage	\$	32,530
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5. Supplemental data or non-cash investing and financing activities, gifts, etc.